

ND ASSOCIATION OF COUNTIES FUND
INVESTMENT PERFORMANCE REPORT AS OF JUNE 30, 2004

	June-04					March-04				December-03				September-03				Current FYTD	Prior Year FY03	3 Years Ended 6/30/2003	5 Years Ended 6/30/2003
	Market Value	Allocation Actual	Policy	Quarter Net ROR	Month Net ROR	Market Value	Allocation Actual	Policy	Quarter Net ROR	Market Value	Allocation Actual	Policy	Quarter Net ROR	Market Value	Allocation Actual	Policy	Quarter Net ROR	Net	Net	Net	Net
LARGE CAP DOMESTIC EQUITY																					
<i>Structured Growth</i>																					
Los Angeles Capital	9,217	3.0%	3.0%	2.95%	1.80%	9,682	3.1%	3.0%	-0.33%	9,427	3.1%	3.0%	9.14%	8,636	3.1%	3.0%	N/A	N/A	N/A	N/A	N/A
AllianceBernstein	-	0.0%	0.0%	N/A	N/A	0	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	-1.88%	-21.24%	N/A
Total Structured Growth	9,217	3.0%	3.0%	2.95%	1.80%	9,682	3.1%	3.0%	-0.33%	9,427	3.1%	3.0%	9.14%	8,636	3.1%	3.0%	4.99%	17.58%	-1.88%	-21.24%	N/A
<i>Russell 1000 Growth</i>				1.94%	1.25%				0.79%				10.41%				3.92%	17.88%	2.94%	-21.54%	N/A
<i>Structured Value</i>																					
LSV	9,336	3.0%	3.0%	2.33%	3.97%	9,579	3.1%	3.0%	6.26%	9,522	3.2%	3.0%	15.69%	8,243	2.9%	3.0%	3.78%	30.56%	-2.25%	8.84%	N/A
<i>Russell 1000 Value</i>				0.88%	2.36%				3.03%				14.19%				2.06%	21.13%	-1.02%	-0.19%	N/A
<i>Russell 1000 Enhanced Index</i>																					
LA Capital	19,145	6.2%	6.0%	-0.09%	2.15%	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
<i>Russell 1000</i>				1.40%	1.80%				N/A				N/A				N/A	N/A	N/A	N/A	N/A
<i>S&P 500 Enhanced Index</i>																					
Westridge	18,629	6.1%	12.0%	-0.26%	1.95%	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
<i>S&P 500</i>				1.72%	1.94%				N/A				N/A				N/A	N/A	N/A	N/A	N/A
<i>Index</i>																					
State Street	5,616			1.68%	1.92%	3,856			1.68%	42,666			12.15%	38,036			2.64%	19.01%	0.23%	-11.28%	N/A
Transition Account	-			N/A	N/A	38,962			N/A	N/A			N/A	N/A			N/A	N/A	N/A	N/A	N/A
Total Index	5,616	1.8%	2.0%	1.68%	1.92%	42,818	13.9%	14.0%	1.68%	42,666	14.2%	14.0%	12.15%	38,036	13.5%	14.0%	2.64%	19.01%	0.23%	-11.28%	N/A
<i>S&P 500</i>				1.72%	1.94%				1.69%				12.18%				2.64%	19.11%	0.25%	-11.20%	N/A
TOTAL LARGE CAP DOMESTIC EQUITY	61,944	20.2%	20.0%	1.96%	2.28%	62,078	20.1%	20.0%	2.91%	61,614	20.6%	20.0%	12.21%	54,915	19.5%	20.0%	3.16%	21.46%	-0.48%	-9.33%	N/A
<i>S&P 500</i>				1.72%	1.94%				1.69%				12.18%				2.64%	19.11%	0.25%	-11.20%	N/A
SMALL CAP DOMESTIC EQUITY																					
<i>Manager-of-Managers</i>																					
SEI	30,995	10.1%	10.0%	-0.91%	3.15%	33,481	10.8%	10.0%	6.66%	31,403	10.5%	10.0%	14.88%	27,345	9.7%	10.0%	9.54%	32.99%	0.09%	N/A	N/A
<i>Russell 2000 + 200bp</i>				0.98%	4.38%				6.78%				15.07%				9.60%	35.99%	0.36%	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	30,995	10.1%	10.0%	-0.91%	3.15%	33,481	10.8%	10.0%	6.66%	31,403	10.5%	10.0%	14.88%	27,345	9.7%	10.0%	9.54%	32.99%	0.09%	-3.49%	N/A
<i>Russell 2000</i>				0.47%	4.21%				6.26%				14.52%				9.07%	33.36%	-1.63%	-3.30%	N/A
CONVERTIBLES																					
TCW	31,190	10.2%	10.0%	2.30%	2.54%	31,045	10.0%	10.0%	2.51%	30,728	10.3%	10.0%	9.99%	27,937	9.9%	10.0%	1.86%	17.50%	10.23%	-9.51%	N/A
<i>First Boston Convertible Index</i>				-0.13%	1.19%				2.57%				8.54%				2.67%	14.16%	15.46%	-3.77%	N/A
INTERNATIONAL EQUITY																					
<i>Large Cap - Active</i>																					
Capital Guardian	24,300	7.9%	8.0%	-1.02%	1.01%	26,057	8.4%	8.0%	3.54%	25,150	8.4%	8.0%	13.07%	22,161	7.9%	8.0%	8.18%	25.36%	-10.31%	-15.85%	N/A
<i>MSCI EAFE - 50% Hedged</i>				1.16%	2.28%				4.09%				13.15%				6.58%	26.98%	-11.24%	-15.51%	N/A
<i>Small Cap - Value</i>																					
Lazard	3,339	1.1%	1.0%	4.81%	4.19%	3,500	1.1%	1.0%	8.63%	3,221	1.1%	1.0%	14.50%	3,008	1.1%	1.0%	9.92%	43.30%	N/A	N/A	N/A
<i>Citigroup Broad Market Index < \$2BN</i>				-0.16%	4.60%				12.80%				13.31%				15.95%	47.95%	N/A	N/A	N/A
<i>Small Cap - Growth</i>																					
Vanguard	3,195	1.0%	1.0%	-0.03%	3.37%	3,286	1.1%	1.0%	10.37%	3,456	1.2%	1.0%	14.06%	2,918	1.0%	1.0%	14.95%	44.68%	N/A	N/A	N/A
<i>SSB BROAD MARKET INDEX < \$2BN</i>				-0.16%	4.60%				12.80%				13.31%				15.95%	47.95%	N/A	N/A	N/A
TOTAL INTERNATIONAL EQUITY	30,835	10.0%	10.0%	-0.20%	1.61%	32,844	10.6%	10.0%	4.79%	31,827	10.6%	10.0%	13.32%	28,087	10.0%	10.0%	9.00%	29.16%	-9.20%	-15.51%	N/A
<i>MSCI EAFE - 50% Hedged</i>				1.16%	2.28%				4.09%				13.15%				6.58%	26.98%	-11.24%	-15.51%	N/A
DOMESTIC FIXED INCOME																					
<i>Core Bond</i>																					
Western Asset	48,063	15.7%	15.0%	-1.94%	1.00%	68,819	22.3%	22.5%	2.96%	66,988	22.3%	22.5%	1.61%	65,662	23.4%	22.5%	-0.17%	2.42%	12.77%	11.23%	N/A
<i>Lehman Aggregate</i>				-2.44%	0.57%				2.66%				0.32%				-0.14%	0.32%	10.39%	10.07%	N/A
<i>Index</i>																					
Bank of ND	62,333	20.3%	22.5%	-2.47%	0.34%	37,868	12.3%	13.5%	3.01%	35,897	12.0%	13.5%	0.07%	35,920	12.8%	13.5%	-0.46%	0.07%	13.26%	10.87%	N/A
<i>Lehman Intermediate Gov/Credit (1)</i>				-2.52%	0.30%				3.08%				-0.03%				-0.50%	-0.05%	13.14%	10.82%	N/A
<i>BBB Average Quality</i>																					
Strong	26,671	8.7%	7.5%	-3.47%	0.55%	27,906	9.0%	9.0%	3.30%	27,728	9.3%	9.0%	1.46%	27,526	9.8%	9.0%	0.02%	1.18%	17.91%	N/A	N/A
<i>Lehman US Credit BAA</i>				-2.86%	1.19%				3.41%				1.22%				0.27%	1.96%	18.33%	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	137,067	44.6%	45.0%	-2.51%	0.61%	134,593	43.5%	45.0%	3.05%	130,612	43.6%	45.0%	1.15%	129,107	45.9%	45.0%	-0.21%	0.79%	13.18%	10.80%	N/A
<i>Lehman Gov/Credit</i>				-3.17%	0.41%				3.08%				-0.03%				-0.50%	-0.72%	13.14%	10.82%	N/A
CASH EQUIVALENTS																					
Bank of ND	14,956	4.9%	5.0%	0.31%	0.12%	15,018	4.9%	5.0%	0.29%	13,541	4.5%	5.0%	0.29%	13,771	4.9%	5.0%	0.30%	1.20%	1.57%	3.26%	N/A
<i>90 Day T-Bill</i>				0.24%	0.07%				0.24%				0.26%				0.25%	0.98%	1.52%	3.33%	N/A
TOTAL NDACo FUND	306,985	100.0%	100.0%	-0.56%	1.51%	309,059	100.0%	100.0%	3.29%	299,725	100.0%	100.0%	6.67%	281,162	100.0%	100.0%	2.61%	12.43%	6.76%	-0.26%	N/A
<i>POLICY TARGET BENCHMARK</i>				-0.92%	1.34%				3.03%				5.97%				2.19%	10.55%	6.53%	0.64%	N/A

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) Prior to April 1, 2004, the benchmark was the LB Govt/Credit index.